				UTAH OIL ANI	O GAS CON	NSERVATION C	OMMISSIO	N				
REMARKS:	WELL LOG	ELE	ECTRIC LOGS	E_Xw	ATER SANDS	LOCAT	ION INSPECTE	D	SUB. REP	ORT/abd.		
99031	ILA'L) ell	3-8-99				,					
·												
						-						
									٠.			
DATE FILED	ال	ULY 14	1997									
LAND: FEE &	PATENTED	STATE I	EASE NO.		F	PUBLIC LEASE NO.	U-	73088	IN	DIAN	-	
DRILLING APP	ROVED: F	EBRUAR	Y 19, 19	98								
SPUDDED IN:									-			
COMPLETED:			PUT TO PROD	DUCING:								
INITIAL PROD	UCTION:											•
GRAVITY A.P.I.												
GOR:												
PRODUCING 2	ONES:											·
TOTAL DEPTH	H:											
WELL ELEVAT	ION:	_										
DATE ABANDO	ONED:	AD	3-8-9	9								
FIELD:	M	ONUMEN	IT BUTTÉ	-								-
UNIT:	Н	AWKEYE										<u> </u>
COUNTY:	DI	UCHESN	IE		***						*****	
WELL NO.	Mo	ONUMEN	IT BUTTE	FEDERAL 1	2-27		AP	I NO.	43-013-3	1919		•
LOCATION	1536	FSL F	T. FROM (N) (S) LINE,	682 FWL		FT. FROM (E) (W)				— 1/4 SEC.	27	
										7-72-6		
TWP.	RGE.	SEC.	OPERATOR			TWP.	RGE.	SEC.	OPERATOR			· · · · · · · · · · · · · · · · · · ·
85	16E	27	INLAND	PRODUCTIO	ON _							

(This space for Federal or State office use)

CONDITIONS OF APPROVAL, IF ANY:

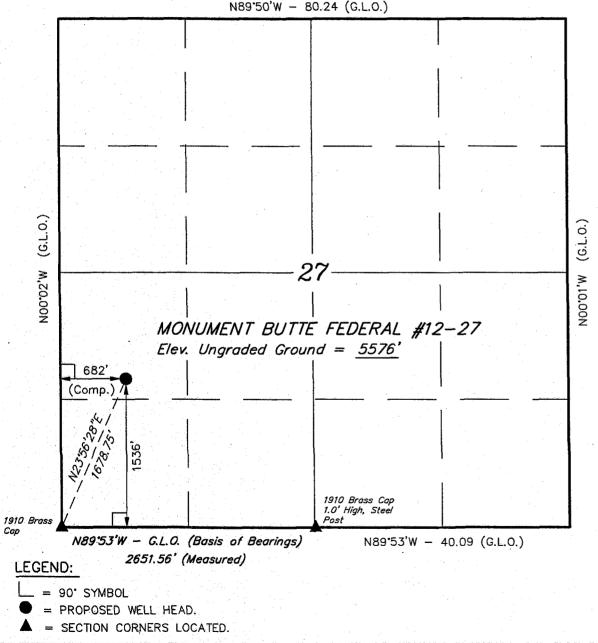
December 1990)	·			(Other reverse	instructions on side)		hires December	31, 1991	
U	INITED STATE	S				_			
	MENT OF THE				ı.			ION AND SERIAL NO.	
BUREA	U OF LAND MAN	IAGE	MENT RE	VISE	<u> </u>		U-7308		
APPLICATION FO	R PERMIT TO	DRII	LL, DEEPEN. C	R P	LUG BAC	κİ			
a. TYPE OF WORK DRILL							7. UNIT AGREEMEN	I NAME	
b. TYPE OF WELL						l			
OIL GAS			SINGLE	MULTI	PLE		8. FARM OR LEASE	_	
ELL X WELL OTHER ZONE ZONE Monument Butte Federal									
NAME OF OPERATOR							9. WELL NO.	7	
nland Production Com	pany						#12-2'		
ADDRESS OF OPERATOR	al 117 04070		Dhono	. (20	1) 789-1866			ment Butte	
P.O. Box 790233 Verns LOCATION OF WELL (Report lo	cation clearly and in accordan	ice with		. (00	1) 705-1000		11. SEC., T., R., M., O		
At Surface NW/SW	· · · · · · · · · · · · · · · · ·						AND SURVEY OR.		
At proposed Prod. Zone	1536' FSL 8	& 682°	' FWL				Sec. 2	7, T8S, R16E	
4. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*							12. County	13. STATE	
11 Miles southwest of M							Duchesne	UT	
5. DISTANCE FROM PROPOSED* LOG OR LEASE LINE, FT. (Also to nearest		RTY	16. NO. OF ACRES IN LEASE		17. NO. OF ACRES	ASSIGNEI	D TO THIS WELL		
761'			1198.94		40				
8. DISTANCE FROM PROPOSED LOC			19. PROPOSED DEPTH		20. ROTARY OR CA Rotar	BLE TOO	TOOLS		
DRILLING, COMPLETED, OR APPL 1209'	JED FOR ON THIS LEASE, FT		6500'		Kotai	J			
11. ELEVATIONS (Show whether DF, RT	r, GR, etc.)					22. APPR	PPROX. DATE WORK WILL START*		
	AND CEMENTING P	ROGR	AM			L			
SIZE OF HOLE	SIZE OF CASING	WEIGHT/		SETTIN	G DEPTH	QUANTI	TY OF CEMENT		
12 1/4"	8 5/8"	24#		300'		120 s	sx		
7 7/8"	5 1/2"	15.5#	ŧ	TD		400 s	sx followed by 330 sx		
						See D	etail Below		
The actual come	ent volumes will	be c	alculated off of th	e op	en hole loa	s, plu	s 15% exces	ss.	
SURFACE PIPE - Pre									
We	iaht: 14.8 PPG	YIE	LD: 1.37 Cu Ft/sl		H2O Req:		Gal/sk		
LONG STRING - Lead	d: Hibond 65 Mo	difie	d						
	jht: 11.0 PPG		ELD: 3.00 Cu Ft/s	k	H ₂ 0 Req:	18.08	8 Gal/sk		
	Premium Plus			_					
Weig	ht: 14.2 PPG	ΥI	ELD: 1.59 Cu Ft/s	k	H ₂ 0 Req	7.88	s Gal/sk		
IN ABOVE SPACE DESCRIBE PR	ROPOSED PROGRAM : If p	roposal i	s to deepen or plug back, give	data on p	present productive z	one and p	roposed new producti	ive zone.	
If proposal is to drill or deepen direct	tionally, give pertinent data o	n subsur	face locations and measured ar	nd true v	ertical depths. Give	blowout	preventer program, if	any.	
24.	\bigcap		Regu						
SIGNED	Cameron		TITLE Com	lianc	e Specialist	DATE	12/12/97		
Cheryl Car	meron								

*See Instructions On Reverse Side

APPROVAL DATE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

T8S, R16E, S.L.B.&M.

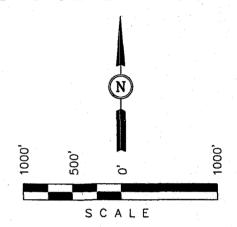


INLAND PRODUCTION CO.

Well location, MONUMENT BUTTE FEDERAL #12-27, located as shown in the NW 1/4 SW 1/4 of Section 27, T8S, R16E, S.L.B.&M. Duchesne County, Utah.

BASIS OF ELEVATION

SPOT ELEVATION AT THE SOUTHWEST CORNER OF SECTION 27, T8S, R16E, S.L.B.&M. TAKEN FROM THE MYTON SE QUADRANGLE, UTAH, DUCHESNE COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5619 FEET.



CERTIFICATE

> GISTERED LAND YURVEYOR USTRATION NO. 161319

Revised: 12-10-97 C.B.T.

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(801) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: DATE DRAWN: 6-7-97 6-15-97	
PARTY J.F. C.B. C.B.T.	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE INLAND PRODUCTION CO.	

WORKSHEET APPLICATION FOR PERMIT TO DRILL

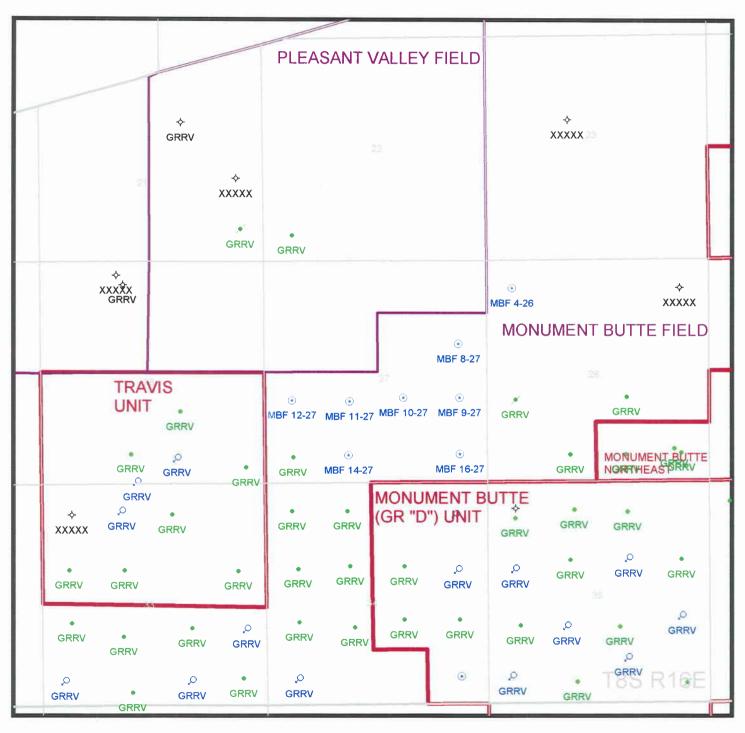
APD RECEIVED: 07/14/97	API NO. ASSIGNED: 43-013-31919
WELL NAME: MONUMENT BUTTE FEDERAL OPERATOR: INLAND PRODUCTION COMPAN	
PROPOSED LOCATION: NWSW 27 - T08S - R16E ₈₂ SURFACE: 1988-FSL-0761-FWL BOTTOM: 1988-FSL-0761-FWL DUCHESNE COUNTY MONUMENT BUTTE FIELD (105) LEASE TYPE: FED LEASE NUMBER: U - 73088 PROPOSED PRODUCING FORMATION: GRRV	INSPECT LOCATION BY: / / TECH REVIEW Initials Date Engineering Geology Surface
RECEIVED AND/OR REVIEWED: Plat Bond: Federal [State [Fee [] (Number 4469944) Potash (Y/N) N Oil shale (Y/N) Water permit (Number 64856475 \$787675 } PDCC Review (Y/N) (Date:)	LOCATION AND SITING: R649-2-3. Unit: ##wKeve R649-3-2. General. R649-3-3. Exception. Drilling Unit. Board Cause no: Date:
COMMENTS:	
STIPULATIONS:	

OPERATOR: INLAND PRODUCTION (N5160)

FIELD: MONUMENT BUTTE (105)

SEC, TWP, RNG: SEC. 27, T8S, R16E

COUNTY: DUCHESNE UAC: R649-3-2



PREPARED: DATE: 15-JULY-97 FORM 3160-5

(June 1990)

to any matter within its jurisdiction.

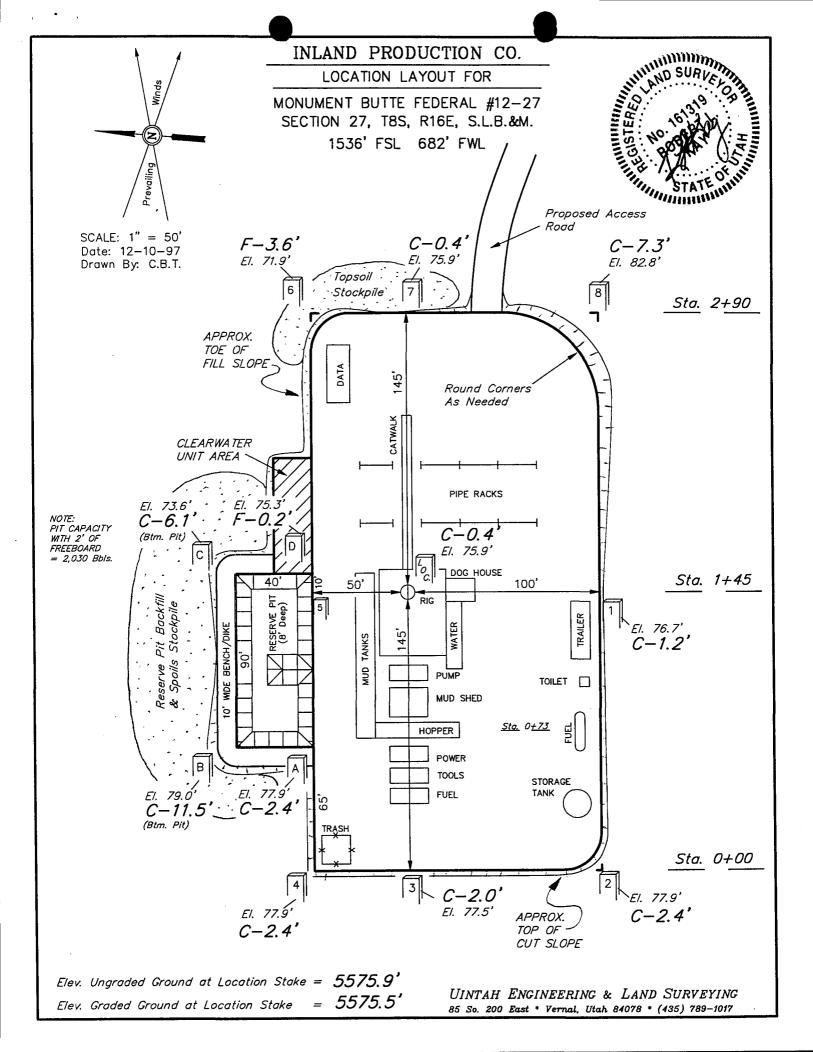
UNITED ATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

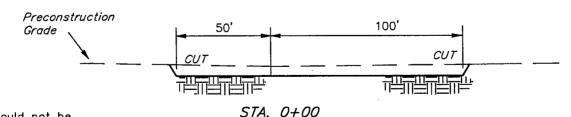
Budged Bureau No. 1004-0135

Expires March 31, 1993

SUNDRY NOTICES AND RE	PORTS ON WELLS	5. Lease Designation and Serial No. <i>U-73088</i>
Do not use this form for proposals to drill on Use "APPLICATION FOR PE	6. If Indian, Allottee or Tribe Name	
SUBMIT IN 7	RIPLICATE	7. If unit or CA, Agreement Designation
1. Type of Well Gas well Other		8. Well Name and No. Mon. Butte Federal #12-27
2. Name of Operator Inland Production Company		9. API Well No. N/A
Address and Telephone No. P.O. Box 790233 Vernal, UT 84079	Phone No. (801) 789-1866	10. Field and Pool, or Exploratory Area Monument Butte
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) NW/SW 1536' FSL & 682' F	FWL	11. County or Parish, State Duchesne, UT
12 CHECK APPROPRIATE BOX(s) TO	INDICATE NATURE OF NOTICE, REPORT	, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTIO	N .
Notice of Intent	Abandonment	X Change of Plans
	Recompletion	New Construction
X Subsequent Report	Plugging Back	Non-Routine Fracturing
, ,	Casing repair	Water Shut-off
Final Abandonment Notice	Altering Casing	Conversion to Injection
, mar / barras / mar / tests	Other	Dispose Water
		(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
requested. Please refer to the att	sheet and plat's for the Monument Butte Fached plat's for the revisions for the wellp y of the nearby archaeological site.	dederal #12-27 location, as lead, access road and footages DIV. OF OIL, GAS & MINING
14. I hereby sertify that the foregoing is true and correct	Title Regulatory Compliance Special	
Cheryl Cameron	Title Regulatory Compliance Special	
(This space of Federal or State office use.)		
Approved by	Title	Date
Conditions of approval, if any:		
Title 18 U.S.C. Section 1001, makes it a crime for any person knowing	gly to make to any department of the United States any false, fictitious or fi	audulent statements or representations as



INLAND PRODUCTION CO. TYPICAL CROSS SECTIONS FOR MONUMENT BUTTE FEDERAL #12-27 X-Section SECTION 27, T8S, R16E, S.L.B.&M. Scale 1536' FSL 682' FWL 1" = 50'Date: 12-10-97 100 50' Drawn By: C.B.T. FILL STA. 2+90 100' 40' 50' LOCATION STAKE CUT . Finished Grade STA. 1+45 100' 40' 50' CUT Slope= 1 1/2: 1 (Except Pit) STA. 0+73



NOTE:

Topsoil should not be Stripped Below Finished Grade on Substructure Area.

APPROXIMATE YARDAGES

CUT

(6") Topsoil Stripping

= 870 Cu. Yds.

Remaining Location

= 2,560 Cu. Yds.

TOTAL CUT

= 3,430 CU.YDS.

FILL

380 CU.YDS.

EXCESS MATERIAL AFTER

5% COMPACTION

= 3,030 Cu. Yds.

Topsoil & Pit Backfill

= 1,200 Cu. Yds.

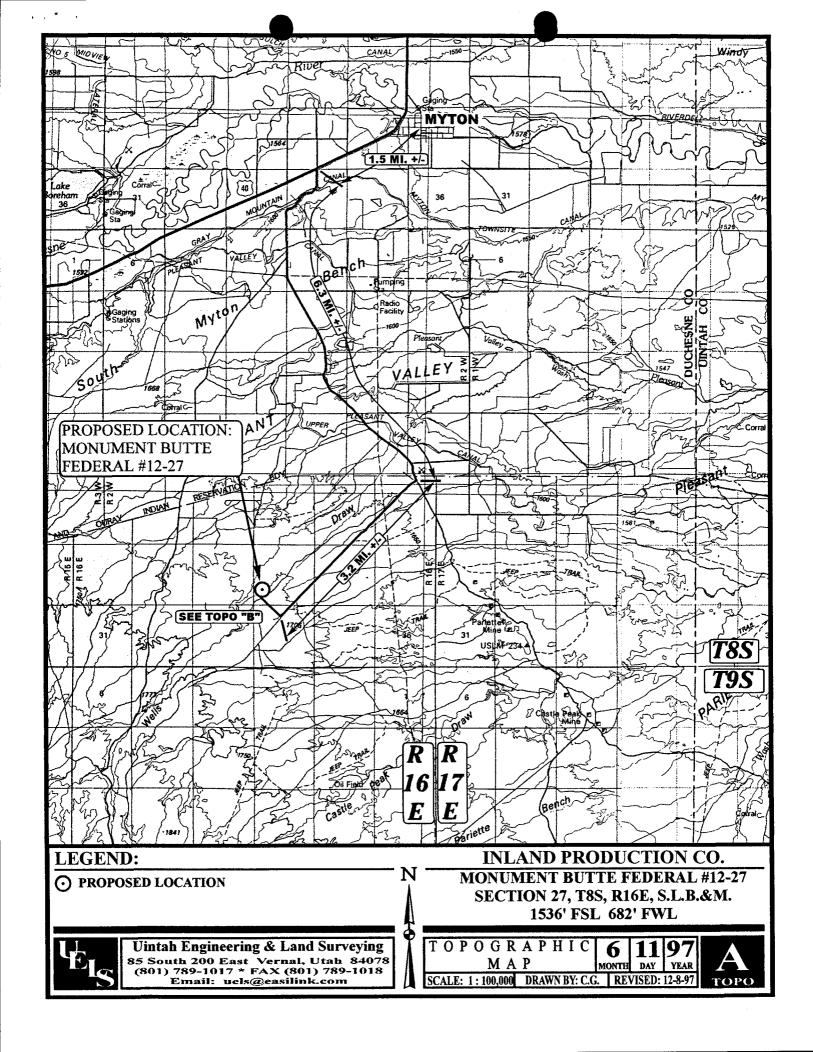
(1/2 Pit Vol.)

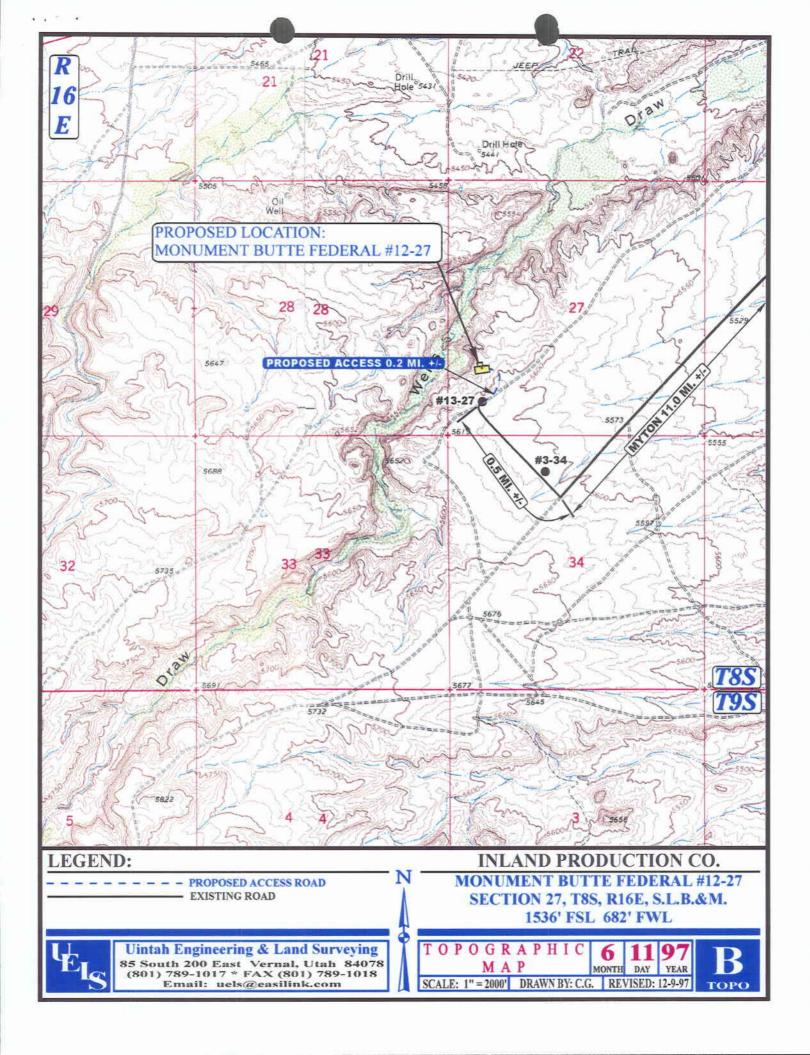
EXCESS MATERIAL After = 1,830 Cu. Yds.

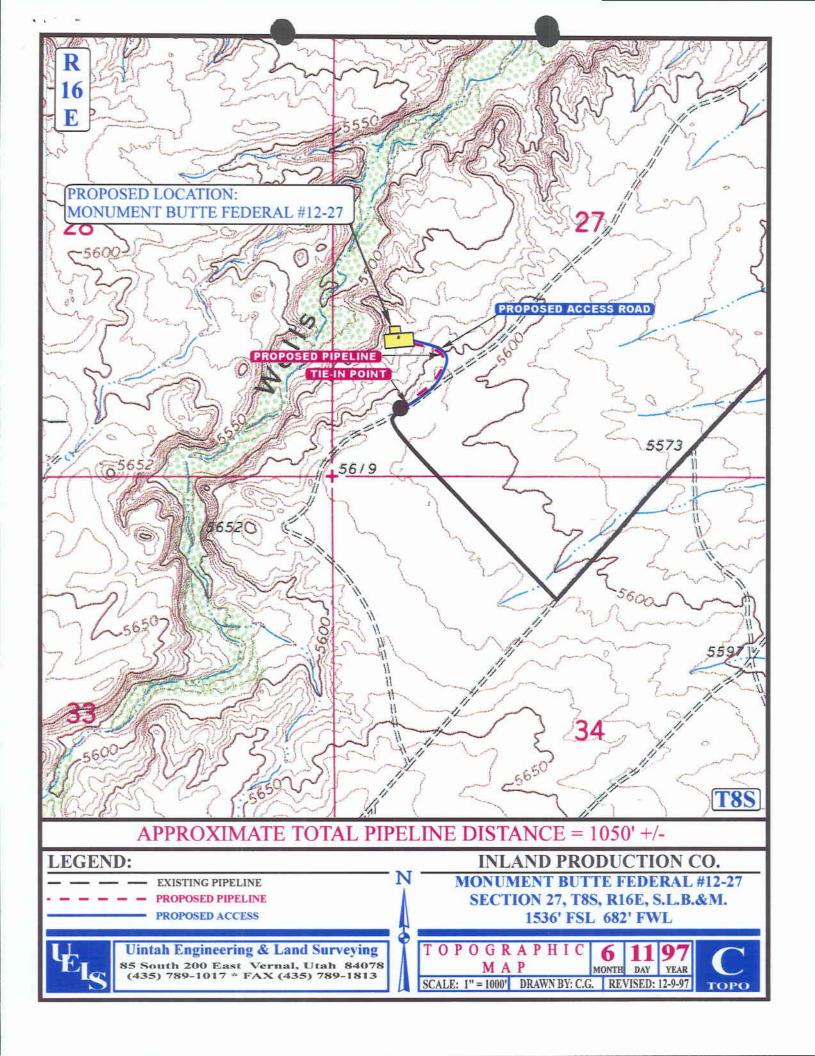
Reserve Pit is Backfilled & Topsoil is Re-distributed

UINTAH ENGINEERING & LAND SURVEYING

85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017







INLAND PRODUCTION COMPANY MONUMENT BUTTE FEDERAL #12-27 NW/SW SECTION 27, T8S, R16E DUCHESNE COUNTY, UTAH

TEN POINT WELL PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

 Uinta
 0' - 3050'

 Green River
 3050'

 Wasatch
 6500'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation 3050' - 6500' - Oil

4. PROPOSED CASING PROGRAM

8 5/8", J-55, 24# w/ ST&C collars; set at 300' (New) 5 1/2", J-55, 15.5# w/ LT&C collars; set at TD (New)

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

The operators minimum specifications for pressure control equipment are as follows:

A 8" Series 900 Annular Bag type BOP and a 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOPS's will be checked daily.

(See Exhibit F)

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

The well will be drilled with fresh water through the Uinta Formation. From the top of the Green River Formation @ $3050' \pm$, to TD, a fresh water/polymer system will be utilized. If necessary to control formation fluids, the system will be weighted with the addition of bentonite gel, and if conditions warrant, barite. Clay inhibition will be achieved with additions or by adding DAP (Di-Ammonium Phosphate, commonly known as fertilizer). This fresh water system will contain Total Dissolved Solids (TDS) of less than 3000 PPM. Neither potassium chloride or chromate's will be utilized in the fluid system. The anticipated mud weight is 8.4 ppg and weighted as necessary for gas control.



7. AUXILIARY SAFETY EOUIPMENT TO BE USED:

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

8. TESTING, LOGGING AND CORING PROGRAMS:

No drill stem testing has been scheduled for this well. It is anticipated at this time that the logging will consist of a Dual Induction Laterolog, Gamma Ray/Caliber from TD to base of surface casing @ $300' \pm$, and a Compensated Neutron-Formation Density Log. Logs will run from TD to $3500' \pm$. The cement bond log will be run from PBTD to cement top. An automated mud logging system will be utilized while drilling to monitor and record penetration rate, and relative gas concentration, in the fluid system.

9. ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:

The anticipated bottom hole pressure is 1800 psi. It is not anticipated that abnormal temperatures will be encountered; nor that any other abnormal hazards such as H2S will be encountered in this area.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

It is anticipated that the drilling operations will commence in fourth quarter of 1997, and take approximately six days to drill.

INLAND PRODUCTION COMPANY MONUMENT BUTTE FEDERAL #12-27 NW/SW SECTION 27, T8S, R16E DUCHESNE COUNTY, UTAH

THIRTEEN POINT WELL PROGRAM

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Inland Production Company well location site Monument Butte Federal #12-27 located in the NW ¼ SW ¼ Section 27, T8S, R16E, S.L.B. & M. Duchesne County, Utah:

Proceed westerly out of Myton, Utah along Highway 40 - 1.5 miles ± to the junction of this highway and Utah State Highway 53; proceed southerly along Utah State Highway 53 - 6.3 miles to its junction with an existing dirt road to the southwest; proceed southwesterly along this road - 3.2 miles to its intersection to the Monument Butte Federal 3-34 location. Proceed northwesterly to the Monument Butte Federal 13-27 location approximately 0.5 miles to the beginning of the proposed access road for the 12-27, to be discussed in Item #2.

The highways mentioned in the foregoing paragraph are bituminous surfaced roads to the point where Highway 216 exists to the South, thereafter the roads are constructed with existing materials and gravel. The highways are maintained by Utah State road crews. All other roads are maintained by County Crews.

The aforementioned dirt oil field service roads and other roads in the vicinity are constructed out of existing native materials that are prevalent to the existing area they are located in and range from clays to a sandy-clay shale material.

The roads required for access during the drilling, completion and production phase will be maintained at the standards required by the BLM or other controlling agencies. This maintenance will consist of some minor grader work for smoothing road surfaces and for snow removal.

2. PLANNED ACCESS ROAD

See Topographic Map "B".

The planned access road leaves the existing location described in Item #1 in the SW $\frac{1}{4}$ Section 27, T8S, R16E, S.L.B. & M., and proceeds in a northeasterly direction approximately 0.3 miles \pm , to the proposed location site.

The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is determined necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%.



There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road.

There are no fences encountered along this proposed road. There will be no new gates or cattle guards required.

All construction material for this access road will be borrowed material accumulated during construction of the access road.

3. <u>LOCATION OF EXISTING WELLS</u>

There are thirteen (13) producing and four (4) water injection Inland Production wells, two (2) producing Dalon wells, and two (2) producing unknown wells, within a one (1) mile radius of this location. See Exhibit "D".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery the well pad will be surrounded by a dike of sufficient capacity to contain at minimum the entire contests of the largest tank within the facility battery.

Tank batteries will be built to BLM specifications.

All permanent (on site for six (6) months or longer) structures, constructed or installed (including pumping units), will be painted Desert Tan. All facilities will be painted within six months of installation.

5. LOCATION AND TYPE OF WATER SUPPLY

Inland Production Company has purchased a 3" water connection with Johnson Water District to supply the Monument Butte, Travis, and Gilsonite oil fields. Johnson Water District has given permission to Inland Production Company to use water from this system, for the purpose of drilling and completing the Monument Butte Federal #12-27. A temporary line may be used for water transportation from our existing supply line, from Johnson Water District (See Exhibit "G",) or trucked from Inland Production Company's water supply line located at the Gilsonite State #7-32 (SW/NE Sec. 32, T8S, R17E), or the Monument Butte Federal #5-35 (SW/NW Sec. 35, T8S, R16E), or the Travis Federal #15-28 (SW/SE Sec. 28, T8S,R16E). See Exhibit "C".

There will be no water well drilled at this site.

6. SOURCE OF CONSTRUCTION MATERIALS

See Location Layout Sheet - Exhibit "E".

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road.

A mineral material application is not required for this location.



7. METHODS FOR HANDLING WASTE DISPOSAL

See Location Layout Sheet - Exhibit "E".

A small reserve pit (80 X 40 X 8' deep, or less) will be constructed from native soil and clay materials. A water processing unit will be employed to continuously recycle the drilling fluid as it is used, returning the fluid component to the drilling rig's steel tanks. The reserve pit will primarily receive the processed drill cuttings (wet sand, shale & rock) removed from the well bore. Any drilling fluids which do accumulate in the pit as a result of sale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed by the water recycling unit and then returned to the steel rig tanks. All drilling fluids will be fresh water based containing DAP (Di-Ammonium Phosphate, commonly known as fertilizer), typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride chromate's, trash, debris, nor any other substance deemed hazardous will be placed in this pit. Therefore, it is proposed that no synthetic liner be utilized in the reserve pit.

All completion fluids, frac gels, etc., will be contained in steel tanks and hauled away to approved commercial disposal, as necessary.

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

Immediately upon first production, all produced water will be confined in storage tanks. Inland requests temporary approval to transfer the produced water to Inland's nearby waterflood, for re-injection into the waterflood reservoirs via existing approved injection wells. Within 90 days of first production, a water analysis will be submitted to the Authorized Officer, along with an application for approval of this, as a permanent disposal method.

8. ANCILLARY FACILITIES

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

9. WELL SITE LAYOUT

See attached Location Layout Sheet - Exhibit "E".

The reserve pit will be located on the south between stakes 4 & 5.

The stockpiled topsoil (first six (6) inches) will be stored on the southwest corner between stakes 6 & 8.

Access to the well pad will be from the east between stakes 3 & 4.

Corner #8 will be rounded to avoid drainage.

MONUMENT BUTTE FEDERAL #12-27

Fencing Requirements

All pits will be fenced according to the following minimum standards:

- a) A 39 inch net wire shall be used with at least one strand of barbed wire on top of the net.
- b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.
- Corner posts shall be cemented and/or braced in such a manner to keep tight at all times.
- d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.
- e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

10. PLANS FOR RESTORATION OF SURFACE

a) Producing Location

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

The reserve pit and that portion of the location not needed for production facilities/ operations will be re contoured to the approximated natural contours. The reserve pit will be reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed.

When the drilling and completion phase ends, reclamation of unused disturbed areas on the well pad/access road no longer needed for operations, such as cut slopes, and fill areas will be accomplished by grading, leveling and seeding as recommended by the Authorized Officer. The seed mixture will be per B.L.M. and stated in the conditions of approval.

b) Dry Hole Abandoned Location

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the B.L.M. will attach the appropriate surface rehabilitation conditions of approval.

11. SURFACE OWNERSHIP - Bureau Of Land Management

12. OTHER ADDITIONAL INFORMATION

- a) Inland Production Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Inland is to immediately stop work that might further disturb such materials, and contact the Authorized Officer.
- Inland Production will control noxious weeds along rights-of-way for roads,
 pipelines, well sites, or other applicable facilities. On B.L.M. administered land it is
 required that a Pesticide Use Proposal shall be submitted, and given approval, prior to the application of herbicides or other possible hazardous chemicals.
- c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Federal Lands after the conclusion of drilling operations or at any other time without B.L.M. authorization. However, if B.L.M. authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

The Archaeological Cultural Resource Survey Report will be submitted, as soon as it becomes available.

Inland Production Company requests that a pipeline ROW be granted to the Monument Butte Federal #12-27 from the Monument Butte Federal #11-27 proposed location (approximately 1200',) for a 3" poly fuel gas line and a 4" poly gas gathering line. Both lines will be run on surface, adjacent to road-way. A temporary line may be used from Johnson Water District to provide water for drilling and completion. See Exhibit "G".

Additional Surface Stipulations

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations. Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. Inland Production is fully responsible for the actions of its subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

Hazardous Material Declaration

Inland Production Company guarantees that during the drilling and completion of the Monument Butte Federal #12-27 we will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986. Inland also guarantees that during the drilling and completion of the Monument Butte Federal #12-27 we will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Inland Production Company or a contractor employed by Inland Production shall contact the B.L.M. office at (801) 789-1362, 48 hours prior to construction activities.

The B.L.M. office shall be notified upon site completion prior to moving on the drilling rig.

MONUMENT BUTTE FEDERAL #12-27

13. LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION

Representative

Name:

Brad Mecham

Address:

P.O. Box 1446

Roosevelt, Utah 84066

Telephone:

(801) 722-5103

Certification

Please be advised that INLAND PRODUCTION COMPANY is considered to be the operator of Well #12-27 NW/SW Section 27, Township 8S, Range 16E: Lease #U-62848 Duchesne County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by Hartford Accident #4488944.

I hereby certify that I, or persons under my direct supervision have inspected the proposed drillsite and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Inland Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

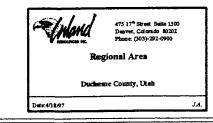
-9-97

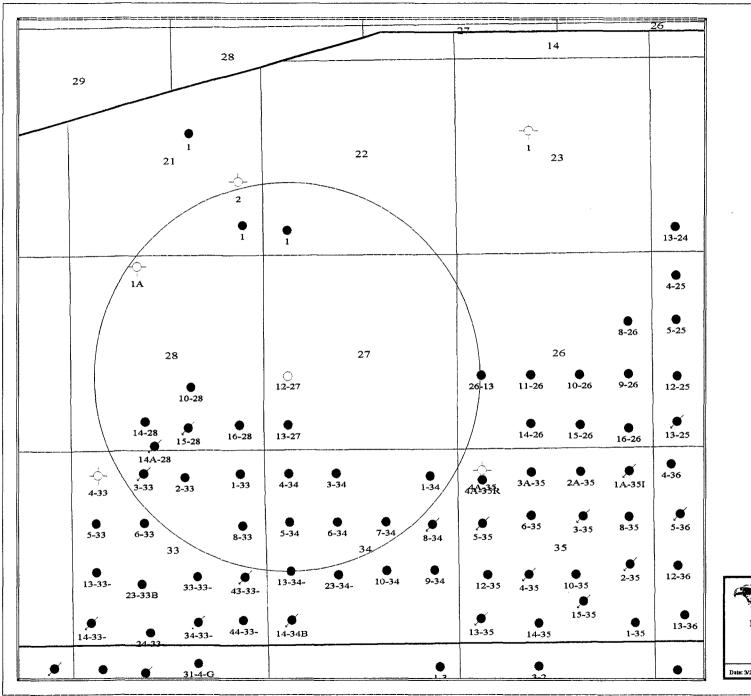
Date

Brad Mecham
District Manager

6

	EXILIDIT C			
14	25	Boundary	30 Unit 17	16
28				•
29				11-22Y
•			6-20 7-20	7-21 8-21 12-22Y
21 22 1 23	Monument Butte NE	9	20	5-21 12-22Y
	Monument Butte NE	·	10-20 9-20	12-21 11-21 10-21 9-21 13-22
2				13-22
8s/16E	13-24 14-24 15-24 16-24		15-20	13-21 14-21 15-21 16-21
1A	4-25 3.25 2-25 1-25	4-30 3-30,		4-28 3-28 2-28
		, ,		00/475
6-26 7-26	8-26 5-25 6-25 7-25 8-25	5-30 6-30	32-29 29	8S/17E
Travis Unit 27 26	25	30 • • 12-30 11-30		
10-28	9-26 12-25 11-25 10-25 9-25			
14-28 16-28 13-27 13-26 14-26 15-26	16-26 13-25 14-25 15-25 16-25	13-30 14-30 16-30		
13-20	Monument Butte	East	Gilsonite Unit	
14A-28 Monument Butte Unit 4-33 3-33 2-33 1-33 4-34 3-34 1-34 45-35 3A-35 2A-35	1A-351 4-36 3-36 2-36 1A-36	4-31 1-31	4-32 1-32 2A-32	4-33
	8-35 5-36 6-36 7-36 8-36	B-31	5-32 6-32 7-32	5-33
5.33 6.33 8.33 5.34 6.34 7.34 8.34 5.35 6.35 3.35	365	31	32	33
13-33. 33-33. 43-33. 13-34- 23-34. 10-34 9-34 12-35 4-35 10-35	2-35 12-36 1-36 0-36 9-36	- ़ - 31-1	10-32 9-32	
23-33B		•	14-32 15-32	
14-33- 24-33- 44-33- 14-34B 13-35 14-35	13-36 14-36 15-36 16-36R	31-2	3/32 141-32	
41.5.G 11.4.G 21.4.G 1.3 3.2	4-1 1-1 31-1J 2-1	21-6 33-66 41-6	1A 21-5 31-5	
21.4-9			12-5 22-5	•
G 12-4-G 42-4	8-2 5-1 6-1 32-1J 42-1J	12-6 42-6 22-6 6		32-4 4
3		13-6 23-6 33-6	43-5 13-5 23-5	1-3
43.5 13.4	1-13	33-6		
9 144	16-2 1-14 1-24 1-34	24-6 • • 1-6	14-5 24-5 34-5 44-5	14-4 -0- 44-4Y 14-3Y
	44-17	1		









475 17th Street Suite 1500 Desver, Colorado 80202-Phone: (303)-292-0900

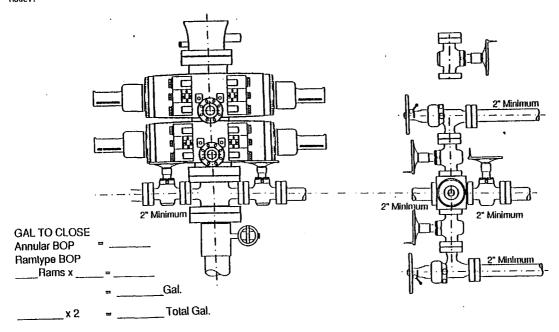
Monument Butte Federal #12-27 One Mile Radius

Duchesne County, Utah

Date: 3/26/97

2-M SYSTEM

RAM TYPE B.O.P. Hake: Size: Model:



Rounding off to the next higher increment of 10 gal, would require
 Gal, (total fluid & nitro volume)

Michael O. Leavitt Governor Ted Stewart Executive Director Lowell P. Braxton Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

February 19, 1998

Inland Production Company P.O. Box 790233 Vernal, Utah 84079

Re: Monument Butte Federal 12-27 Well, 1536' FSL, 682' FWL, NW SW, Sec. 27, T. 8 S., R. 16 E., Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-31919.

Sincerely,

Jøhn R. Baza

Associate Director

lwp

Enclosures

cc: Duchesne County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Inlan	d Pro	duction	<u>Compar</u>	īλ	
Well Name & Number: _	Monum	ent Bi	<u>ıtte Fe</u>	deral 1	2-27	······································
API Number:	43-01	<u>3-319.</u>	19	·		
Lease:	<u>U-730</u>	88				
Location: NW SW	Sec.	27	Т.	8 S.	R.	16 E.

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for Permit to Drill.

2. Notification Requirements

Notify the Division within 24 hours following spudding the well or commencing drilling operations. Contact Jim Thompson at (801)538-5336.

Notify the Division prior to commencing operations to plug and abandon the well. Contact John R. Baza (801)538-5334.

3. Reporting Requirements

All required reports, forms and submittals shall be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

(Other instructions on reverse side)

ndget Bureau No. 1004-0136 pures December 31, 1991

U-73088

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

REVISED

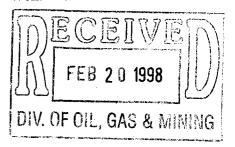
5, LEASE DESIGNATION AND SERIAL NO.

BURLA	O OI LARD MINI					-	6. IF INDIAN, ALOTTE	E OR TRIBE NAME		
APPLICATION FOR	R PERMIT TO	DRIL	L, DEEPEN, O	RP	LUG BAC	K				
a. TYPE OF WORK DRILL							7. UNIT AGREEMENT	NAME		
o. TYPE OF WELL										
OIL GAS			SINGLE	MULTE	PLE		8. FARM OR LEASE NAME			
ELL X WELL OTHER ZONE ZONE							Monu	nent Butte Federal		
NAME OF OPERATOR							9. WELL NO. #12-27			
Inland Production Comp	oany						10. FIELD AND POOL OR WILDCAT			
ADDRESS OF OPERATOR	1 TITE 04070		Dhono	. /gn	1) 789-1866	•	1	nent Butte		
P.O. Box 790233 Verna 4. LOCATION OF WELL (Report loc	al, U1 84U/9	ce with a	and the second s	. (00	1) 705-1000		11. SEC., T., R., M., OI			
At Surface NW/SW	Audii cicary and in decorate		-y ,				AND SURVEY OR A	REA		
At proposed Prod. Zone	1536' FSL &	z 682'	FWL				Sec. 2	7, T8S, R16E		
							12. County	13. STATE		
14. DISTANCE IN MILES AND DIRECT		OR POST	OFFICE*				Duchesne	UT		
11 Miles southwest of M			T		17. NO. OF ACRES	A CCYCDIT	<u> </u>	102		
 DISTANCE FROM PROPOSED* LOC OR LEASE LINE, FT. (Also to nearest 	CATION TO NEAREST PROPER	RTY	16. NO. OF ACRES IN LEASE		17. NO. OF ACRES	HOOLGANE	D TO THIS WELL			
761'	wig. with 2010, 24 — 177		1198.94		40					
18. DISTANCE FROM PROPOSED LOC	ATION* TO NEAREST WELL,		19. PROPOSED DEPTH	-	20, ROTARY OR CA Rotar		OLS			
DRILLING, COMPLETED, OR APPL	JED FOR ON THIS LEASE, FT.		6500'		Rosai	y				
	1209' 6500' 22, APPROX, DATE WORK WILL START*						LSTART*			
21. ELEVATIONS (Show whether DF, RT, GR, etc.) 5563.1' GR										
	AND CEMENTING P	RUCE	ΔM							
23. PROPOSED CASING	AND CEMENTING	NOOK	THE STATE OF THE S			<u> </u>				
SIZE OF HOLE	SIZE OF CASING	WEIGHT/I	TOOT	SETTING DEPTH		QUANTITY OF CEMENT 120 sx				
12 1/4"	8 5/8"	24#		300'						
7 7/8"	5 1/2"	15.5#		TD			00 sx followed by 330 sx ee Detail Below			
				L				in a second control of the second control of		
The actual cem	ent volumes will	be ca	alculated off of th	ie op	en hole log	s, plu	us 15% exces	s.		
SURFACE PIPE - Pre	mium Plus Ceme	ent, w	// 2% Gel, 2% Ca(:12,1/4	4# /sk Floce	le				
We	ight: 14.8 PPG	YIE	LD: 1.37 Cu Ft/s	K	H ₂ O Req:	6.4	Gal/sk	·		
LONG STRING - Lead		diffe	0 51 5. 0.00 6 5 1/6	J.	H ₂ 0 Req:	40.0	19 Callek	DEC 1 2 1997		
	ht: 11.0 PPG		ELD: 3.00 Cu Ft/s	iK	пго кец.	10.0	o Gairsk			
	Premium Plus 7			.L	H ₂ 0 Req	. 72	8 Gal/sk			
-	ht: 14.2 PPG		ELD: 1.59 Cu Ft/s		-					
IN ABOVE SPACE DESCRIBE PR	ROPOSED PROGRAM : If p	roposal i	s to deepen or plug back, give	data on	present productive z	one and	proposed new producti	ve zone.		
If proposal is to drill or deepen direc	tionally, give pertinent data o	n subsur				blowou	t preventer program, if	any.		
24.	\bigcap		Regu				40/40/05			
SIGNED WY	(demices)		_TITLE Com	plian	ce Specialist	DATE	12/12/97	LC V H 91		
Cheryl Car	meron		, <u></u>			A)		WEHAH		
(This space for Federal or State office	use)					$ \mathcal{V} $				
PERMIT NO.			APPROVAL DATE			Inl	EER 20	1998		
Application approval does not warrar	nt or certify that the applicant hole	ds legal or		e subject	lease which would ent	itle the ap	plicant to conduct operati	ons thereon.		
Whiteston abbreast com nee					1			La Vertrament		
CONDITIONS OF APPROVAL, IF	ANY:	\sim	C Applicat	t Fiel	d Manager	DIV.	OF OIL, GAS	3 & MINING		
1	CONDITIONS OF APPROVAL, IF ANY: Assistant Field Manager DIV. OF OIL, GAS & MINING Mineral Resources FER 1 8 1998									
ADDROVED BY MINERAL PRODUCTION MINERAL RESOLUTION DATE FEB 1 8 1998										
MINO AND BY TOWN	- United States	10			•	_				
		/		43. 11	DANE L	Tric ? Y		attached		
NOTICE OF A	PPROVAL			J . V.	o Vi A		THE CAR	a bill is bill to be been been		
2 E Prin B 2 Port Bone American										

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

COA's Page 1 of 9 Well: Mon. Fed. 12-27



CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: <u>Inl</u>	and Production Company
Well Name & Number:	Monument Butte Fed. 12-27
API Number:	43-013-31919
Lease Number:	U-73088

Location: NWSW Sec. 27 T. 8S R. 16E

NOTIFICATION REQUIREMENTS

Location Construction -

at least forty-eight (48) hours prior to construction of location and access

roads.

Location Completion

prior to moving on the drilling rig.

Spud Notice

at least twenty-four (24) hours prior to spudding the well.

Casing String and Cementing

at least twenty-four (24) hours prior to running casing and

cementing all casing strings.

BOP and Related **Equipment Tests**

at least twenty-four (24) hours prior to initiating pressure tests.

First Production

within five (5) business days after new well begins, or production

Notice

resumes after well has been off production for more than ninety (90)

days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Orders, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative by the operator to insure compliance.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered

Report <u>ALL</u> water shows and water-bearing sands to Tim Ingwell of this office **prior to** setting the next casing string or requesting plugging orders. Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a **2M** system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

COA's Page 3 of 9 Well: Mon. Fed. 12-27

3. Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint.

If conductor pipe is set it will be cemented to surface. If drive pipe is used it will be pulled prior to cementing surface casing.

As a minimum, the usable water and oil shale resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the usable water zone identified at \pm 298 ft. or by setting the surface casing at \pm 348 ft. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vaporproof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

The Gamma Ray and Induction Logs need to be pulled from TD to the Surface Shoe.

A cement bond log (CBL) will be run from the production casing shoe to **TOP OF CEMENT** if the surface casing is set at \pm 348 ft. or it will be run to **Surface** if the surface casing is set at \pm 300 ft. and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

COA's Page 4 of 9 Well: Mon. Fed. 12-27

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. One copy of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

The Vernal District Office shall be notified, during regular work hours (7:45 a.m.-4:30 p.m., Monday through Friday except holidays), at least 24 hours **prior** to spudding the well.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

<u>Immediate Report</u>: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-5 (b.9. d.), and shall be submitted to the appropriate District Office within sixty (60) days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (b. 4).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the AO.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted following initial installation and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

COA's Page 6 of <u>9</u> Well: Mon. Fed. 12-27

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approval or notification is necessary, please contact one of the following individuals:

Wayne Bankert Petroleum Engineer	(801) 789-4170
Ed Forsman Petroleum Engineer	(801) 789-7077
Jerry Kenczka Petroleum Engineer	(801) 789-1190
BLM FAX Machine	(801) 781-4410

COA's Page 7 of <u>9</u> Well: Mon. Fed. 12-27

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

- Unused fracturing fluids or acids
- Gas plant cooling tower cleaning wastes
- Painting wastes
- Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids
- Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste
- Refinery wastes
- Liquid and solid wastes generated by crude oil and tank bottom reclaimers
- Used equipment lubrication oils
- Waste compressor oil, filters, and blowdown
- Used hydraulic fluids
- Waste solvents
- Waste in transportation pipeline-related pits
- Caustic or acid cleaners
- Boiler cleaning wastes
- Boiler refractory bricks
- Incinerator ash
- Laboratory wastes
- Sanitary wastes
- Pesticide wastes
- Radioactive tracer wastes
- Drums, insulation and miscellaneous solids.

COA's Page 8 of <u>9</u> Well: Mon. Fed. 12-27

SURFACE USE PROGRAM

Location Reclamation

The seed mixture to revegetate areas of the location not needed for production and operations as well as for final reclamation will be:

needle and thread shadscale fourwing saltbush	Stipa comata Atriplex confertifolia Atriplex canescens	3 lbs/acre 3 lbs/acre 4 lbs/acre
galleta	Hilaria jamessii	2 lbs/acre

Additionally at the time of reclaiming the reserve pit in addition to seeding the reserve pit area the remaining stockpiled top soil will also be seeded and the seed worked into the surface of the soil pile.

Raptor Mitigation

If this is to be a producing well the pump unit will be equipped with a multicylinder engine or a hospital type muffler.

Mountain Plover

According to the timeframes listed on the following chart and prior to new construction and drilling activities, a detailed survey of the area within 0.5 mile of a proposed location and 300 feet either side of the center line of a proposed access route will be made by BLM or a qualified biologist to detect the presence of plovers. Extreme care shall be exercised to locate plovers due to their highly secretive and quiet nature. Where possible, the survey shall first be made from a stationary vehicle. All plovers located will be observed long enough to determine if a nest is present. If no visual sightings are made from the vehicle, the area will be surveyed again on foot.

Starting Date of Construction or Drilling Activity	Number of Surveys
From March 15 through April 15	1
From April 16 through July 15	2
From July 16 through August 15	1

The surveys will be conducted no more than 14 days prior to the date actual construction or drilling activities begin. If two surveys are required, they will be made at least 14 days apart with the last survey no more than 14 days prior to the start-up date.

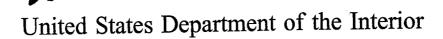
If an active nest or chicks are found in the area, the planned activity will be delayed until the chicks are out of downy plumage; the brood vacates the area of influence; or, the nest has failed.

COA's Page 9 of <u>9</u> Well: Mon. Fed. 12-27

Archaeology

At the time of construction of the location and access road a qualified archaeologist must be present. Contact the Vernal Field Office Archaeologist to coordinate.





BUREAU OF LAND MANAGEMENT

Vernal Field Office 170 South 500 East Vernal, Utah 84078-2799 http://www.blm/gov/utah/vernal

Phone: (435) 781-4400 Fax: (435) 781-4410

IN REPLY REFER TO: 3162 UT08300

March 5, 1999

Inland Production Company Route 3 Box 3630 Myton, UT 84052

Re:

Notification of Expiration

43-013-31919

Well No. Monument Butte Fed. 12-27

NWSW, Section 27, T8S, R16E

Lease No. U-73088 Duchesne County, Utah

Gentlemen:

The Application for Permit to Drill the above-referenced well was approved on February 18, 1998. Since that date, no known activity has transpired at the approved location. Applications for Permit to Drill are effective for a period of one year. In view of the foregoing, this office is notifying you the approval of the referenced application has expired. If you intend to drill at this location at a future date, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

Margie Herrmann

Legal Instruments Examiner

cc: State Div. OG&M

DOGM
DECEIVE
MAR 8 1999
DIV. OF OIL, GAS & MINING